

Approvals

City Attorney

Finance Director

City Manager



**CITY OF TEMECULA
AGENDA REPORT**

TO: City Manager/City Council

FROM: Jennifer Hennessy, Finance Director

DATE: December 8, 2015

SUBJECT: Approve Financial Statements for the 1st Quarter Ended September 30, 2015 and Approve a Resolution to Establish a Special Revenue Fund for the Collection of Public, Education and Government (PEG) Fees

PREPARED BY: Pascale Brown, Accounting Manager

RECOMMENDATION: That the City Council:

1. Receive and file the Financial Statements for the 1st Quarter Ended September 30, 2015;
2. Adopt a Resolution entitled:

RESOLUTION NO. 15-

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
TEMECULA ESTABLISHING A SPECIAL REVENUE FUND FOR
THE COLLECTION OF PUBLIC, EDUCATION AND
GOVERNMENT (PEG) FEES**

BACKGROUND: The attached Financial Statements reflect the unaudited activity of the City for the 1st Quarter Ended September 30, 2015. Please see the attached Financial Statements footnotes for an analytical review of financial activity for each of the various funds.

In accordance with Temecula Municipal Code Section 5.12.200, the City may collect fees for the purpose of supporting the public, educational and governmental access facilities and activities. The City Council approved Ordinance 07-09 establishing the Public, Education and Government (PEG) Fee; however collection was not initiated until 2015. The establishment of a new Special Revenue fund is required to account for fees remitted by City's two cable franchisees for the construction and support of PEG access facilities.

FISCAL IMPACT: It is estimated that the City will receive approximately \$300,000 in PEG Fee revenue each fiscal year.

ATTACHMENTS:

1. Quarterly Financial Update – Q1'2015-16
2. Combining Balance Sheet as of September 30, 2015.
3. Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual for the 1st Quarter Ended September 30, 2015 (General Fund, Special Revenue Funds, Capital Improvement Projects Fund, Debt Service Fund).
4. Combining Statement of Net Position as of September 30, 2015
5. Combining Statement of Revenues, Expenses and Changes in Net Position for the 1st Quarter Ended September 30, 2015 (Internal Service Funds).
6. Statement of Net Position - Fiduciary Fund California Employee Retiree Benefit Trust (CERBT) Fund as of September 30, 2015.
7. Statement of Changes in Fiduciary Net Position – Fiduciary Fund (CERBT) for the 1st Quarter Ended September 30, 2015.
8. Resolution



Quarterly Financial Update

Q1'2015-16



Prepared by the City of Temecula Finance Department

December 8, 2015

OVERVIEW

The attached reports summarize the financial status of the City as of September 30, 2015. The reports cover all City funds and the Temecula Community Service District (TCSD).

The narrative and charts below highlight current revenue and expenditure trends for the City's major funds and provide variance analyses compared to the Annual Budget.

SUMMARY - GENERAL FUND

The General Fund is the primary operating fund of the City, providing for public safety, public works, planning and development, building and safety, parks maintenance and general City administration.

REVENUE HIGHLIGHTS:

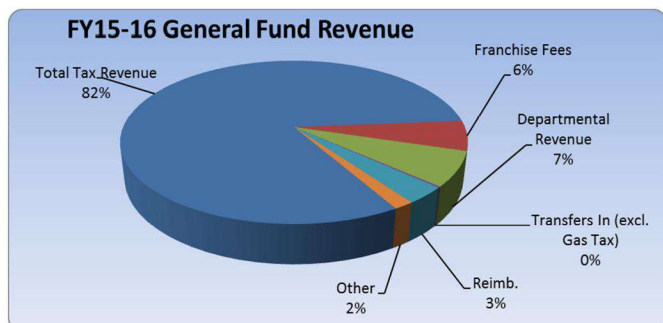
A total of 82% of General Fund revenue is generated by a variety of taxes, with the remaining 18% from user fees, franchise fees, license fees, fines and reimbursements. The major tax revenues include Sales Tax, Property Tax, Measure C Special Tax and Gas Tax funds.

Through the end of the first quarter of the fiscal year, only 12% of the Annual Budgeted revenue has been received. Per Government Statutes, most of the City's major tax revenues are distributed in the latter half of the fiscal year.

	FY15-16	Q1'15-16	%
General Fund Revenue	Budget	YTD Actuals	Received
Sales Tax	31,982,496	3,322,712	10%
Property Tax	7,157,977	575,296	8%
Property Tax in lieu of VLF	7,013,112	-	0%
Vehicle License Fees	42,687	-	0%
Transient Occupancy Tax	3,251,835	846,946	26%
Measure C	1,867,640	21,501	1%
Gas Tax (Transfer In)	2,741,992	685,498	25%
Total Tax Revenue	54,057,739	5,451,953	10%
Franchise Fees	3,888,177	574,099	15%
Departmental Revenue	4,503,825	1,071,755	24%
Transfers In (excl. Gas Tax)	171,000	32,880	19%
Reimbursements	2,173,046	563,989	26%
Other	1,059,973	234,310	22%
Total Revenue	65,853,760	7,928,986	12%

Sales Tax revenue to date reflects the receipt of the statutory advances for sales activity occurring from July 1 to September 30th. The final remittance of Sales Tax revenue for this quarter will be received in mid-December.

Property Tax & Property Tax In Lieu of Vehicle License Fees are paid primarily in January and May of each year, therefore only a portion of the year's revenue has been received to date, including Property Transfer taxes related to home sales and Unsecured Property Tax payments.



SUMMARY – GENERAL FUND, Continued

Transient Occupancy Tax revenue reflects payments from hotels/motels for July through September occupancy. Increases in both occupancy and hotel rates are both trending higher than anticipated in the Budget. Based on the latest report from Visit Temecula Valley, July through September occupancy and average daily rents are up 5.5% and 4.8%, respectively.

Measure C revenue is a voter-approved tax specified for Recreation and Parks Maintenance expenditures. 50% of the tax is recorded in the General Fund and the other 50% is recorded in the TCSD Fund. It is received along with Property Tax, in January and May of each year.

Franchise Fees are received from various utility companies, including Southern CA Gas, Southern CA Electric, CR&R, Verizon and Time Warner Cable Services. Payments are received periodically throughout the fiscal year, based on the individual franchise fee agreements.

Gas Tax Funds are receipted into a separate Special Revenue Fund, per State Law. Each fiscal quarter, these funds are transferred into the General Fund to offset the payments for eligible street and road maintenance costs charged to the Department of Public Works.

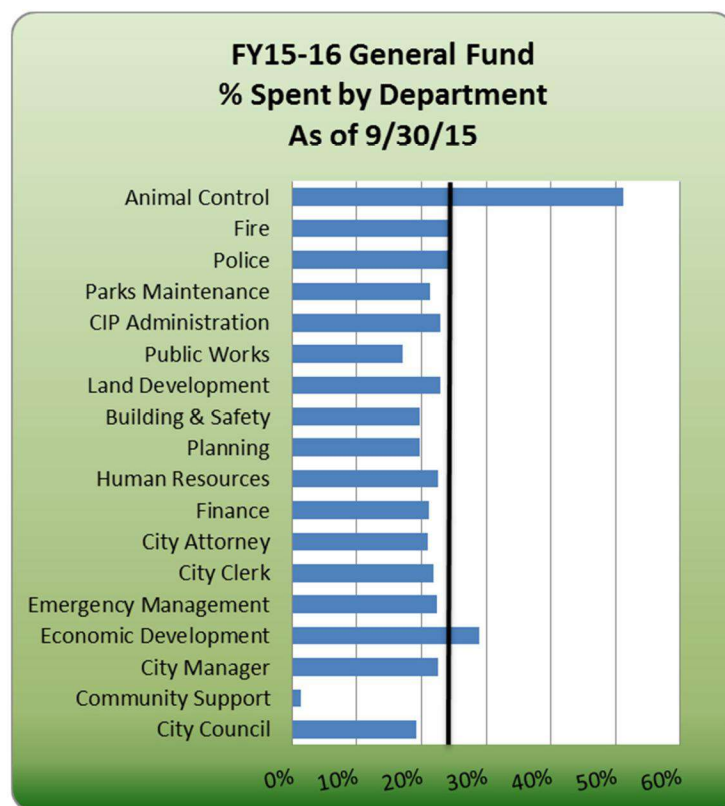
EXPENDITURE HIGHLIGHTS: With 25% of the Budget year spent, total General Fund Departments have exhausted 23% of the annual Budget, excluding encumbrances, indicating that departments are staying within their Budget through the first quarter of the fiscal year.

Animal Control has spent over 50% of the Budget due to the annual debt service payment made in September, which covers the full fiscal year.

Economic Development spending exceeds 25% of the Budget year due to the annual payments to outside agencies as part of the ED Funding Program.

Community Support expenditures reflect the payments to outside non-profit agencies providing services to Temecula residents, as well as Council discretionary funding. The City Council approved the funding levels for the FY15-16 CS Funding program at its November 10th Council meeting, and will be remitting the funding in the second quarter.

All other General Fund Departments' spending levels are within their projected FY15-16 Annual Operating Budget.



SUMMARY - TEMECULA COMMUNITY SERVICES DISTRICT (TCSD)

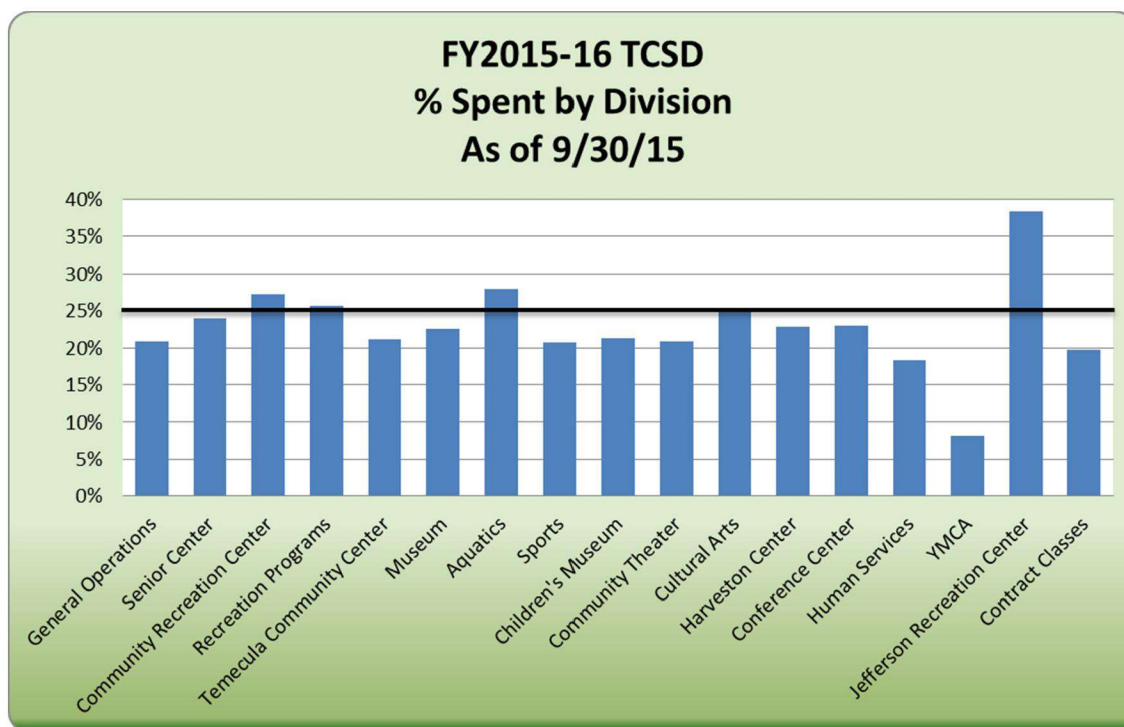
TCSD Revenue

Through the first quarter of FY15-16, a total of 27% of TCSD's revenue has been received. Special Tax (Measure C) is paid along with Property Taxes and will be receipted in January and May of 2016. Recreation Funding Revenue is transferred in from the General Fund to cover expenditures through the first quarter and to offset the delay in receiving Measure C funds.

REVENUES	Annual Budget	Actuals thru 9/30/15	% Received
Special Tax (Measure C)	1,867,640	21,501	1%
Recreation Funding(General Fund)	4,601,783	1,554,165	34%
Recreation Program	2,477,139	821,336	33%
Investment Interest	800	1,509	189%
TOTAL REVENUES	8,947,362	2,398,511	27%

TCSD Expenditures

TCSD Operating Divisions have spent 23% of the their Annual Budget through the first quarter of the fiscal year. The Community Recreation Center, Aquatics and the Jefferson Recreation Center are over the 25% mark due to the higher activity levels and contract class programming that is more heavily skewed toward the summer months. All other Divisions are within their Budget targets.



SUMMARY - OTHER FUNDS

Below is a summary of all City and TCSD Funds providing the unaudited Beginning Fund Balance as of July 1, 2015 the actual revenue and expenditure activity from July 1 to September 30, 2015, and the current Fiscal Year 2015-16 Ending Fund Balance. The Affordable Housing Fund and the Internal Service Funds' balance include non-spendable assets, such as loans receivable and fixed assets.

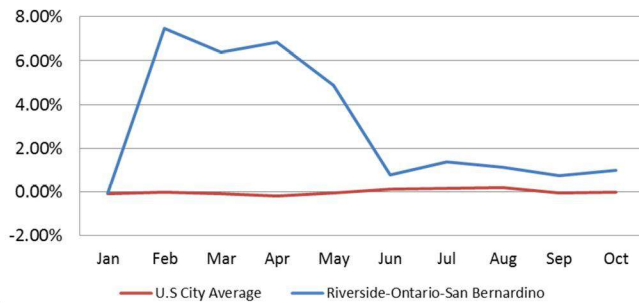
Funds	Beginning Balance	Revenue & Transfers In	Expenditures & Transfers Out	Ending Balance
General Fund	26,060,895	7,928,986	17,386,600	16,603,281
Special Revenue Funds				
Gas Tax	423,778	558,691	685,498	296,971
Development Impact Fees	4,711,576	351,884	31,709	5,031,751
Business Incubator	6,008	55,644	47,240	14,412
CDBG	-	27,318	27,318	-
TEAM	196,039	18,152	-	214,191
AB2766 (Vehicle Subvention)	566,902	1,005	1,705	566,202
SLESF (Cops Grant)	-	32,880	32,880	-
Major Crimes Fund	25,276	47		25,323
Affordable Housing	10,372,826	1,879	69,839	10,304,866
Measure A	3,817,647	434,564	51,508	4,200,703
Capital Improvement Program	7,404,655	1,681,256	1,991,372	7,094,539
2011 Financing Lease	-	533,995	533,995	-
	27,800,028	3,697,315	3,473,064	27,748,958
Internal Service Funds				
Insurance	280,359	234,477	223,778	291,058
Workers' Comp	229,182	62,864	18,024	274,022
Vehicles & Equipment	1,907,683	40,020	36,382	1,911,321
Information Technology	38,222	480,486	480,486	38,222
Technology Replacement	1,227,948	48,673	48,673	1,227,948
Support Services	454,869	117,653	117,653	454,869
Facilities	464,452	337,288	337,288	464,452
	4,529,022	1,321,461	1,262,284	4,661,892
TCSD Funds				
TCSD Operations	371,407	2,398,511	2,037,409	732,509
Service Level B (Street Lights)	22,495	145,204	162,662	5,037
Service Level C (Slope Maint.)	1,149,664	6,318	335,139	820,843
Service Level D (Refuse/Recycl)	189,203	14,775	24,871	179,107
Service Level R (Road Maint.)	19,692	151	-	19,843
Service Level L (Harveston Lake)	288,877	2,907	48,863	242,921
Library	276,517	198,145	205,620	269,042
Public Art	-	32,583	-	32,583
Intern Fellowship Program	662	4,908	5,539	31
	2,318,517	2,803,502	2,820,103	2,301,916
Total of All Funds	60,708,462	15,751,264	24,942,051	51,316,047

ECONOMIC INDICATORS

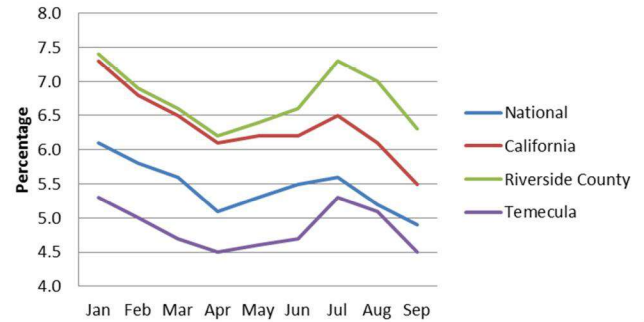
Throughout the fiscal year, Finance tracks a number of economic indicators which help guide the development of the City's revenue forecasts. Below is a summary of the most recently available data for each indicator.

2015 Consumer Price Index

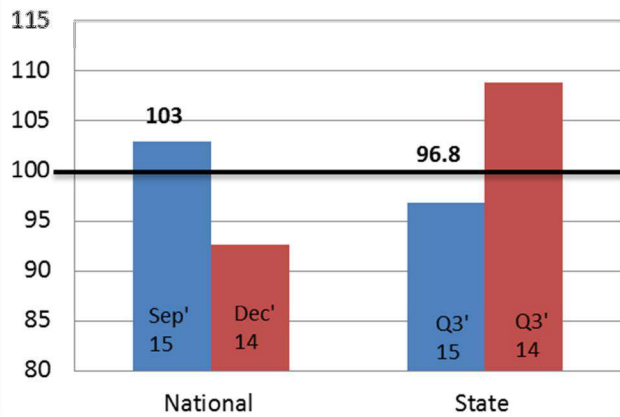
CPI-U All Urban Consumers



2015 Unemployment Rates

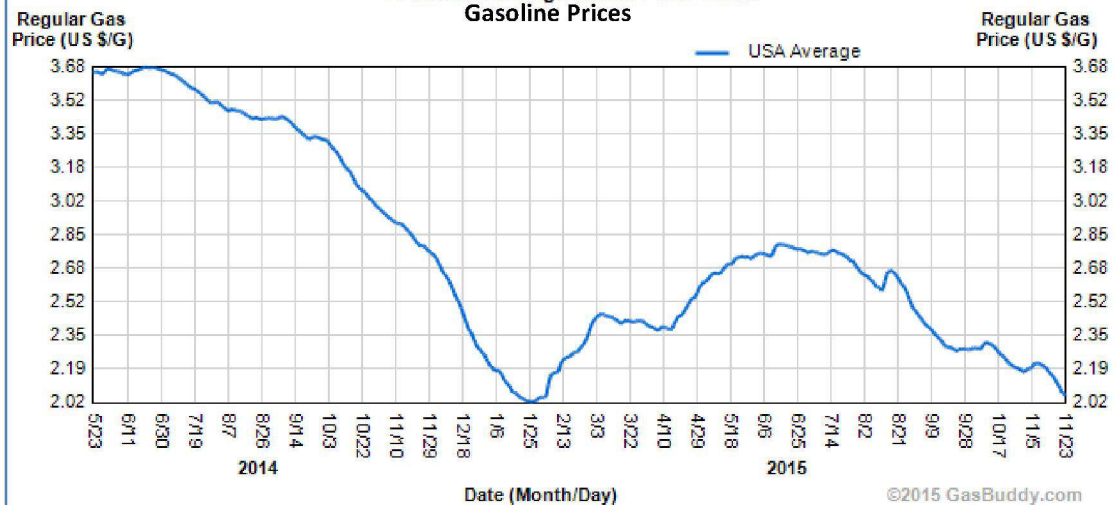


Consumer Confidence Level



Economic indicators at the National level show signs of continued strength in the economy. The Consumer Price Index indicates low prices and controlled inflation, and improving Unemployment Rates indicate more people are returning to work. The Consumer Confidence Index measures consumers' outlook on the economy. While this indicator shows improvement at the National level, the State's Confidence indicator has declined due to uncertainty related to the stock market and fluctuating gas prices. The recent decline in gas prices, illustrated in the chart below, will yield lower Sales Tax revenue on gasoline sales, which will impact General Fund Revenue.

18 Month Average Retail Price Chart Gasoline Prices



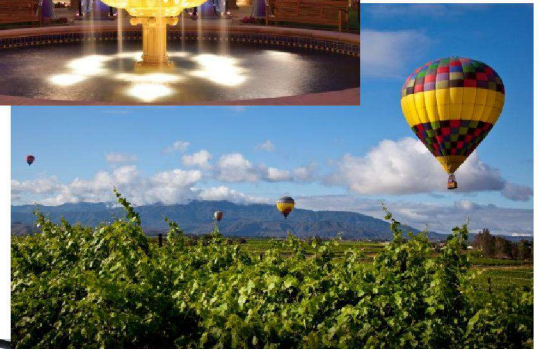
2015 Facts at a Glance

GENERAL CITY INFORMATION

City Population	108,920
Altitude	1,000-1,200 feet
Area in Square Miles	37
Parks/Park Acreage	39/309 Acres
Maintained Streets	309
<u>Education</u>	
Schools	32
Teachers	1,315
Students (K-12)	28,426
Number of Libraries	2
Hotels & Motels/Rooms	15/1,812
<u>Public Safety</u>	
Number of Fire Stations	5
Fire Department Personnel	65
Number of Police Stations	3
Police Sworn Officers	100
Police Non-Sworn Personnel	35

DEMOGRAPHICS

Median Age	34
Average Household Income	\$85,839
Median Household Income	\$73,408
Number of Registered Voters	44,341
Median Home Price (Oct'2015)	\$439,900
Unemployment Rate (Sep'2015)	4.60%



CITY GOVERNMENT

Type of Government	General Law
Form of Government	City Manager
Date of Incorporation	12/01/1989
Authorized Positions	160
General Fund Operating Budget	\$65,418,521
Expenditures Per Capita	\$601
Public Safety as % of General Fund	50%
General Fund Reserves (25%)	\$16,354,630
Capital Improvement Program	\$321,707,361

For more information regarding the City of Temecula:

www.cityoftemecula.org

951-694-6444 or 1-888-Temecula

CITY OF TEMECULA
COMBINING BALANCE SHEET
As of September 30, 2015

	General Fund	State Gas Tax Fund	Development Impact Fund	Business Incubator Resource	Community Development Block Grant Fund	Temecula Energy Efficiency Asset Team	Assembly Bill 2766 Motor Vehicle Subvention Fund
ASSETS:							
Cash and Investments	\$ 20,760,385	\$ 102,007	\$ 5,034,638	\$ 11,244	\$ -	\$ 213,795	\$ 566,608
Receivables	8,376,561	194,964	14,772	3,665	233,275	396	1,299
Due from Other Funds	43,202	-	817,400	-	-	-	-
Advances to DIF Fire	817,400	-	-	-	-	-	-
Advances to SARDA	-	-	-	-	-	-	-
Deposits	1,325	-	-	-	-	-	-
Prepaid- CalPERS	2,990,646	-	-	-	-	-	-
Inventory	3,058	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 32,992,577	\$ 296,971	\$ 5,866,810	\$ 14,909	\$ 233,275	\$ 214,191	\$ 567,907
LIABILITIES AND FUND BALANCES							
LIABILITIES:							
Due to Other Funds	\$ -	\$ -	\$ 817,400	\$ -	\$ 233,275	\$ -	\$ -
Other Current Liabilities	11,108,116	-	17,659	497	-	-	1,705
Deferred Revenue	5,281,180	-	-	-	-	-	-
TOTAL LIABILITIES	16,389,296	-	835,059	497	233,275	-	1,705
FUND BALANCES:							
Nonspendable:							
Advances to SARDA	-	-	-	-	-	-	-
Deposits	1,325	-	-	-	-	-	-
Inventory	3,058	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-
Notes and Loans	-	-	-	-	-	-	-
Prepaid Costs	2,990,646	-	-	-	-	-	-
Restricted For:							
Community Development Projects	-	-	-	-	-	-	-
Capital Projects	-	-	5,031,751	-	-	-	566,202
Debt Service	-	-	-	-	-	-	-
Business Incubator Project	187,127	-	-	14,412	-	-	-
Parks and Recreation	-	-	-	-	-	-	-
Public Works	-	296,971	-	-	-	214,191	-
Reward	-	-	-	-	-	-	-
Committed To:							
Contractual Obligation-Encumbrances	2,722,632	-	-	-	-	-	-
Economic Uncertainty (20%)	1,585,797	-	-	-	-	-	-
Secondary Reserve (5%)	396,449	-	-	-	-	-	-
Assigned To:							
Capital Projects	1,248,326	-	-	-	-	-	-
City and Park Facilities	420,000	-	-	-	-	-	-
Unrealized Gains	250,000	-	-	-	-	-	-
Unassigned	6,797,921	-	-	-	-	-	-
TOTAL FUND BALANCES	16,603,281	296,971	5,031,751	14,412	-	214,191	566,202
TOTAL LIABILITIES and FUND BALANCES	\$ 32,992,577	\$ 296,971	\$ 5,866,810	\$ 14,909	\$ 233,275	\$ 214,191	\$ 567,907

NOTE: Balances are unaudited

CITY OF TEMECULA
COMBINING BALANCE SHEET
As of September 30, 2015

	Supplemental Law Enforcement Services Fund	Temecula Major Crimes Reward Fund	Affordable Housing Fund	Measure A Fund	Capital Project Fund	Financing Lease Civic Center and CRC	TOTAL
ASSETS:							
Cash and Investments	\$ -	\$ 25,272	\$ 310,867	\$ 3,997,384	\$ 8,049,572	\$ -	\$ 39,071,772
Receivables	32,876	51	26,205,887	226,885	615,001	-	35,905,632
Due from Other Funds	-	-	-	-	182,212	-	1,042,814
Advances to DIF Fire	-	-	-	-	-	-	817,400
Advances to SARDA	-	-	5,250,954	-	-	-	5,250,954
Deposits	-	-	-	-	-	-	1,325
Prepaid- CalPERS	-	-	-	-	-	-	2,990,646
Inventory	-	-	-	-	-	-	3,058
Land Held for Resale	-	-	4,400,388	-	-	-	4,400,388
TOTAL ASSETS	\$ 32,876	\$ 25,323	\$ 36,168,096	\$ 4,224,269	\$ 8,846,785	\$ -	\$ 89,483,989
LIABILITIES AND FUND BALANCES							
LIABILITIES:							
Due to Other Funds	\$ 32,876	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,083,551
Other Current Liabilities	-	-	8,602	23,566	1,752,246	-	12,912,391
Deferred Revenue	-	-	25,854,628	-	-	-	31,135,808
TOTAL LIABILITIES	32,876	-	25,863,230	23,566	1,752,246	-	45,131,750
FUND BALANCES:							
Nonspendable:							
Advances to SARDA	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	1,325
Inventory	-	-	-	-	-	-	3,058
Land Held for Resale	-	-	4,400,388	-	-	-	4,400,388
Notes and Loans	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	2,990,646
Restricted For:	-	-	-	-	-	-	-
Community Development Projects	-	-	5,904,478	-	-	-	5,904,478
Capital Projects	-	-	-	4,200,703	-	-	9,798,656
Debt Service	-	-	-	-	-	-	-
Business Incubator Project	-	-	-	-	-	-	201,539
Parks and Recreation	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	511,162
Reward	-	25,323	-	-	-	-	25,323
Committed To:	-	-	-	-	-	-	-
Contractual Obligation-Encumbrances	-	-	-	-	-	-	2,722,632
Economic Uncertainty (20%)	-	-	-	-	-	-	1,585,797
Secondary Reserve (5%)	-	-	-	-	-	-	396,449
Assigned To:	-	-	-	-	-	-	-
Capital Projects	-	-	-	-	7,094,539	-	8,342,865
City and Park Facilities	-	-	-	-	-	-	420,000
Unrealized Gains	-	-	-	-	-	-	250,000
Unassigned	-	-	-	-	-	-	6,797,921
TOTAL FUND BALANCES	-	25,323	10,304,866	4,200,703	7,094,539	-	44,352,239
TOTAL LIABILITIES and FUND BALANCES	\$ 32,876	\$ 25,323	\$ 36,168,096	\$ 4,224,269	\$ 8,846,785	\$ -	\$ 89,483,989

NOTE: Balances are unaudited

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Percentage of Budget	
REVENUES:				
Sales Tax - State	\$ 24,427,491	\$ 3,322,712	14%	(1)
Sales Tax - Triple Flip	7,555,005	-	0%	(2)
Franchise Fees	3,888,177	574,099	15%	
Motor Vehicle In Lieu- State	42,687	-	0%	(3)
Property Tax- Secured/Unsecured	6,123,786	352,204	6%	(2)
Property Tax in Lieu of VLF	7,013,112	-	0%	(2)
Property Tax Relief (Homeowner)	87,146	-	0%	(2)
Property Transfer Tax	792,045	223,092	28%	
Residual RPTTF Distribution	155,000	-	0%	(2)
Transient Occupancy Tax	3,251,835	846,946	26%	
Vehicle Code Fines	613,733	138,482	23%	
Development Services:				
Building & Safety	1,617,145	379,834	23%	
Fire	782,005	192,602	25%	
Land Development	945,054	245,312	26%	
Planning	620,061	147,091	24%	
Public Works - NPDES	3,506	450	13%	
Park Maintenance	1,918,612	34,148	2%	(4)
Police	485,082	93,819	19%	
Bids and Proposals	4,000	2,200	55%	(5)
Business Licenses	301,000	19,867	7%	(6)
Investment	-	40,659	0%	(7)
Lease Income	13,260	3,315	25%	
Miscellaneous	21,000	3,041	14%	
Rental Income	71,340	17,836	25%	
Right of Way Advertising	35,640	8,910	25%	
Operating Transfers In				
SLESF	171,000	32,880	19%	
State Gas Tax	2,741,992	685,498	25%	
Reimbursements:				
CIP	2,103,208	461,016	22%	
Financing	-	10,138	0%	
Mandated Cost	37,338	70,233	188%	(8)
Other	32,500	22,602	70%	(9)
TOTAL REVENUES	\$ 65,853,760	\$ 7,928,986	12%	

Notes:

- (1) Sales Tax revenues for September are scheduled to be received by December 2015.
- (2) Property taxes and "triple flip" revenues are scheduled to be received in January and May of this fiscal year.
- (3) Motor Vehicle In Lieu revenues are scheduled to be received by end of this fiscal year.
- (4) Special assessment taxes for Park Maintenance is scheduled to be received in January.
- (5) The variance in Bids and Proposals is due to more than anticipated bids received during this quarter.
- (6) Business License renewals will primarily start in January 2016.
- (7) The variance is due to the change in the fair value on investments, fluctuating interest rates, and improved cash flows.
- (8) The variance is due to mandated claim reimbursements received during this quarter.
- (9) The variance is due to several reimbursements received during this quarter.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Year-to-Date Activity	Encumbrances	Year-to-Date Activity and Encumbrances	Percentage of Budget	
EXPENDITURES:						
City Council	\$ 458,521	\$ 88,022	\$ 322	\$ 88,344	19%	
Community Support	88,000	1,250	-	1,250	1%	(1)
City Manager	1,306,949	295,044	67,585	362,629	28%	
Economic Development	930,444	269,956	45,738	315,694	34%	
Emergency Management	109,074	24,472	-	24,472	22%	
City Clerk	1,029,915	224,607	36,673	261,280	25%	
City Attorney	735,726	154,570	-	154,570	21%	
Finance	2,208,697	468,857	120,271	589,128	27%	
Human Resources	662,891	149,560	20,272	169,832	26%	
Planning	2,028,588	400,214	130,384	530,598	26%	
Building & Safety	2,444,269	482,001	220,625	702,626	29%	
Land Development	1,430,977	328,977	18,891	347,868	24%	
Public Works	5,263,212	900,382	313,881	1,214,263	23%	
CIP Administration	2,098,579	481,242	4,918	486,160	23%	
Parks Maintenance	3,836,798	817,284	1,180,976	1,998,260	52%	
Police	25,759,545	6,244,661	208,282	6,452,943	25%	
Fire	6,294,463	1,532,126	123,813	1,655,939	26%	
Animal Control	471,808	241,807	230,001	471,808	100%	(2)
Non Departmental						
Property Tax Admin	79,024	-	-	-	0%	(3)
Recreation Funding	5,636,876	1,854,846	-	1,854,846	33%	
Retiree Medical Contribution	512,617	110,207	-	110,207	21%	
PERS Replacement Benefit	62,067	-	-	-	0%	(4)
2011 Financing Lease- Civic Center	2,137,366	533,995	-	533,995	25%	
TOTAL EXPENDITURES (excluding transfers)	65,586,406	15,604,080	2,722,632	18,326,712	28%	
Revenues Over/(Under)						
Expenditures	267,354	(7,675,094)				
Other Financing Sources/(Uses):						
Transfers Out	(2,125,098)	(1,782,520)				
Revenues Over/(Under)						
Expenditures and Other Financing Sources/(Uses)	(1,857,744)	(9,457,614)				
Beginning Fund Balance as of 7/01/2015	26,060,895	26,060,895				
Ending Fund Balance as of 9/30/2015	<u>\$ 24,203,151</u>	<u>\$ 16,603,281</u>				

Notes:

(1) The Community Service Funding Program was approved by Council on November 10, 2015 to fund 16 non-profit organizations. Disbursements will be made by December 2015.

(2) The variance in Animal Control is due to encumbrances that are recorded to Animal Friends of the Valleys and Riverside County Executive Office for the entire fiscal year.

(3) Property Tax Admin fees are expected to paid by January 2016 when Property Tax revenues are received.

(4) The payment to CalPERS for employee replacement benefit is due in January 2016.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL STATE GAS TAX FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Percentage of Budget	
REVENUES:				
Section 2103 - 2107	\$ 2,246,801	\$ 557,571	25%	
Investment Interest	<u>3,000</u>	<u>1,120</u>	37%	(1)
TOTAL REVENUES	<u>2,249,801</u>	<u>558,691</u>	25%	
Other Financing Sources (Uses):				
Transfers Out	<u>(2,741,992)</u>	<u>(685,498)</u>	25%	
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	(492,191)	(126,807)		
Beginning Fund Balance as of 7/01/2015	<u>423,778</u>	<u>423,778</u>		
Ending Fund Balance as of 9/30/2015	<u>\$ (68,413)</u>	(2) <u>\$ 296,971</u>		

Notes:

(1) The variance is due to the change in the fair value on investments, fluctuating interest rates, and improved cash flows.

(2) The variance is due to less 2014-15 revenues received than expected.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DEVELOPMENT IMPACT FEES FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Percentage of Budget	
REVENUES:				
Open Space	\$ 197,150	\$ 12,296	6%	
Investment Interest	-	9,029	0%	
Quimby	348,435	12,660	4%	
Street Improvements	2,016,746	100,673	5%	
Traffic Signals	288,740	13,530	5%	
Parks & Recreation	745,169	125,812	17%	
Corporate Facilities	228,952	25,878	11%	
Fire Protection	171,722	9,558	6%	
Library	205,426	34,150	17%	
Police	167,537	8,298	5%	
TOTAL REVENUES	<u>4,369,877</u>	<u>351,884</u>	8%	(1)
Other Financing Sources/(Uses):				
Transfers Out	<u>(10,549,796)</u>	<u>(31,709)</u>	0%	(2)
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	(6,179,919)	320,175		
Beginning Fund Balance as of 7/01/2015	<u>4,711,576</u>	<u>4,711,576</u>		
Ending Fund Balance as of 9/30/2015	<u>\$ (1,468,343)</u>	<u>\$ 5,031,751</u>		(3)

Notes:

(1) The variance in Development Impact Fees Fund (DIF) revenues is due to the timing of developers pulling permits, as the DIF fees are paid when permits are granted.

(2) Transfers out for capital project expenditures are made on a reimbursement basis to the CIP fund after expenditures have been incurred. The timing of CIP expenditures has not occurred as anticipated in the budget.

(3) The deficit balance in the Budget column is primarily attributed to several Capital Improvement Projects that are included in the current fiscal year budget that will be funded with future DIF revenues.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

BUSINESS INCUBATOR RESOURCE

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	YTD Activity	Encumbrances	Total Activity	Percentage of Budget	
REVENUES:						
Rental Income	\$ 27,800	\$ 8,850	\$ -	\$ 8,850	32%	(1)
Investment Interest	200	12	-	12	6%	
Transfer In	187,127	46,782	-	46,782	25%	
TOTAL REVENUES	<u>215,127</u>	<u>55,644</u>	<u>-</u>	<u>55,644</u>	26%	
EXPENDITURES:						
Operating Expenditures	<u>215,127</u>	<u>47,240</u>	<u>3,842</u>	<u>51,082</u>	22%	
TOTAL EXPENDITURES	<u>215,127</u>	<u>47,240</u>	<u>3,842</u>	<u>51,082</u>	24%	
Revenues Over/(Under) Expenditures	-	8,404				
Beginning Fund Balance as of 7/01/2015	<u>6,008</u>	<u>6,008</u>				
Ending Fund Balance as of 9/30/2015	<u>\$ 6,008</u>	<u>\$ 14,412</u>				

Notes:

(1) The variance is due to the change in the fair value on investments, fluctuating interest rates, and improved cash flows.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL COMMUNITY DEVELOPMENT BLOCK GRANT for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	YTD Activity	Encumbrances	Total Activity	Percentage of Budget	
REVENUES:						
Grant Revenue	\$ 1,217,713	\$ 27,318	\$ -	\$ 27,318	2%	(1)
TOTAL REVENUES	<u>1,217,713</u>	<u>27,318</u>	<u>-</u>	<u>27,318</u>	2%	
EXPENDITURES:						
Salaries and Wages	104,548	25,641	-	25,641	25%	
Other Outside Services	<u>156,008</u>	<u>1,677</u>	<u>35,078</u>	<u>36,755</u>	24%	
TOTAL EXPENDITURES	<u>260,556</u>	<u>27,318</u>	<u>35,078</u>	<u>62,396</u>	10%	
Revenues Over/(Under) Expenditures	957,157	-				
Other Financing Sources/(Uses):						
Transfers Out	<u>(957,157)</u>	<u>-</u>				
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	-	-				
Beginning Fund Balance as of 7/01/2015	<u>-</u>	<u>-</u>				
Ending Fund Balance as of 9/30/2015	<u>\$ -</u>	<u>\$ -</u>				

Notes:

(1) CDBG Revenue is booked on a reimbursement basis as eligible expenditures occur. The construction project Sam Hicks Monument Playground Replacement and Old Town Sidewalks Improvement Project budgeted with CDBG Fund have not yet started.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

TEMECULA ENERGY EFFICIENCY ASSET MANAGEMENT TEAM

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Percentage of Budget	
REVENUES:				
Investment Interest	\$ 1,000	\$ 364	36%	(1)
Reimbursements	29,600	17,788	60%	
TOTAL REVENUES	30,600	18,152	59%	
EXPENDITURES:				
Other Outside Services	-	-		
TOTAL EXPENDITURES	-	-		
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	30,600	18,152		
Beginning Fund Balance as of 7/01/2015	196,039	196,039		
Ending Fund Balance as of 9/30/2015	\$ 226,639	\$ 214,191		

Notes:

(1) The variance is due to the change in the fair value on investments, fluctuating interest rates, and improved cash flows.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

ASSEMBLY BILL 2766 MOTOR VEHICLE SUBVENTION FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Encumbrances	Total Activity	Percentage of Budget	
REVENUES:						
AB 2766	\$ 134,294	\$ -	\$ -	\$ -	0%	
Investment Interest	<u>2,700</u>	<u>1,005</u>	<u>-</u>	<u>1,005</u>	37%	(1)
TOTAL REVENUES	<u>136,994</u>	<u>1,005</u>	<u>-</u>	<u>1,005</u>	1%	
EXPENDITURES:						
Other Outside Services	<u>37,790</u>	<u>1,705</u>	<u>15,344</u>	<u>17,049</u>	45%	(2)
TOTAL EXPENDITURES	<u>37,790</u>	<u>1,705</u>	<u>15,344</u>	<u>17,049</u>	45%	
Revenues Over/(Under) Expenditures	99,204	(700)				
Other Financing Sources/(Uses):						
Transfers Out	<u>(655,693)</u>	<u>-</u>				
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	(556,489)	(700)				
Beginning Fund Balance as of 7/01/2015	<u>566,902</u>	<u>566,902</u>				
Ending Fund Balance as of 9/30/2015	<u>\$ 10,413</u>	<u>\$ 566,202</u>				

Notes:

- (1) The variance is due to the change in the fair value on investments, fluctuating interest rates, and improved cash flows.
 (2) The variance is due to encumbrances that are recorded for RTA services for the entire fiscal year.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

SUPPLEMENTAL LAW ENFORCEMENT SERVICES FUND (SLESF)

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Percentage of Budget
REVENUES:			
AB 3229 - COPS	\$ 171,000	\$ 32,870	19%
Investment Interest		10	0%
TOTAL REVENUES	171,000	32,880	19%
Other Financing Sources (Uses):			
Transfers Out	(171,000)	(32,880)	19%
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	-	-	
Beginning Fund Balance as of 7/01/2015	-	-	
Ending Fund Balance as of 9/30/2015	\$ -	\$ -	

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

TEMECULA MAJOR CRIMES REWARD FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Percentage of Budget
REVENUES:			
Investment Interest	\$ 100	\$ 47	47%
TOTAL REVENUES	<u>100</u>	<u>47</u>	47%
EXPENDITURES:			
Other Outside Services	-	-	0%
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	0%
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	100	47	
Beginning Fund Balance as of 7/01/2015	<u>25,276</u>	<u>25,276</u>	
Ending Fund Balance as of 9/30/2015	<u>\$ 25,376</u>	<u>\$ 25,323</u>	(1)

Notes:

(1) A resolution of the City Council of the City of Temecula establishing the Temecula Major Crimes Reward Fund and Amending Resolution NOS.13-25 and 15-37. Resolution 13-25 A Resolution of the City Council of the City of Temecula providing for the establishment and distribution of a reward fund the persons who furnish information leading to the arrest and conviction of the person or persons who caused the death of Larry Robinson on March 22, 2013. The Larry Robinson Murder Reward Fund shall be merged into the Temecula Major Crimes Reward Fund Resolution 15-37 The Justin Triplett Reward Fund should be merged into the Temecula Major Crime Reward Fund.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

AFFORDABLE HOUSING FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	YTD Activity	Encumbrances	Total Activity	Percentage of Budget	
REVENUES:						
Contributions Agency Trust	\$ 250,000	\$ -	\$ -	\$ -	0%	(1)
Forgivable Loan Repayment		405		405	0%	
Investment Interest	300	716	-	716	239%	(2)
Loan Interest	2,552	698	-	698	27%	
Reimbursements/Miscellaneous		60		60	0%	
Rental Income	184,000	-	-	-	0%	(3)
Residual Receipt Payment	35,172	-	-	-	0%	(3)
TOTAL REVENUES	<u>472,024</u>	<u>1,879</u>	<u>-</u>	<u>1,879</u>	0%	
EXPENDITURES:						
OPERATING EXPENDITURES:						
Salaries & Benefits	262,042	49,160	-	49,160	19%	
Operating and Administrative Expenditures	<u>240,395</u>	<u>20,679</u>	<u>47,626</u>	<u>68,305</u>	28%	
TOTAL EXPENDITURES	<u>502,437</u>	<u>69,839</u>	<u>47,626</u>	<u>117,465</u>	23%	
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	<u>(30,413)</u>	<u>(67,960)</u>				
Beginning Fund Balance as of 7/01/2015	<u>10,372,826</u>	<u>10,372,826</u>				
Ending Fund Balance as of 9/30/2015	<u>\$ 10,342,413</u>	<u>\$ 10,304,866</u>				

Notes:

- (1) Contribution to Agency Trust is schedule to be received in January and May of this fiscal year.
- (2) The variance is due to the change in the fair value on investments, fluctuating interest rates, and improved cash flows.
- (3) Rental income and Residual receipt payment are expected by April of this fiscal year.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

MEASURE A FUND

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Encumbrances	Total Activity	Percentage of Budget	
REVENUES:						
Investment Interest	\$ 24,000	\$ 6,905	\$ -	\$ 6,905	29%	
Reimbursements	-	-	-	-	0%	
Measure "A"	<u>2,817,159</u>	<u>427,659</u>	<u>-</u>	<u>427,659</u>	15%	
TOTAL REVENUES	<u>2,841,159</u>	<u>434,564</u>	<u>-</u>	<u>434,564</u>	15%	
EXPENDITURES:						
Street Maintenance	<u>1,764,595</u>	<u>51,508</u>	<u>31,063</u>	<u>82,571</u>	5%	(1)
TOTAL EXPENDITURES	<u>1,764,595</u>	<u>51,508</u>	<u>31,063</u>	<u>82,571</u>	5%	
Revenues Over/(Under) Expenditures	1,076,564	383,056				
Other Financing Sources/(Uses):						
Transfers Out	<u>(3,891,614)</u>	<u>-</u>				
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)	(2,815,050)	383,056				
Beginning Fund Balance as of 7/01/2015	<u>3,817,647</u>	<u>3,817,647</u>				
Ending Fund Balance as of 9/30/2015	<u>\$ 1,002,597</u>	<u>\$ 4,200,703</u>				

Notes:

(1) Routine Street Maintenance activities are expected in January of this fiscal year.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

CAPITAL IMPROVEMENT PROJECTS FUND

for the 1st Quarter Ended September 30, 2015

	Account Number	Annual Amended Budget	Year-to-Date Activity	Encumbrances	Total Activity	Percentage of Budget
REVENUE:						
Operating Transfers In		\$ 31,037,288	\$ 1,668,326	\$ -	\$ 1,668,326	5%
Grants		10,709,681	-	-	-	0%
Reimbursements / TUMF		9,584,978	1,420	-	1,420	0%
Pavement Management Program		-	-	-	-	0%
Investment Interest		-	11,510	-	11,510	0%
TOTAL REVENUE		51,331,947	1,681,256	-	1,681,256	3% (1)
EXPENDITURES:						
Pechanga Parkway Environmental Mitigation	165-516	323,925	8,861	134,120	142,981	44%
Murrieta Creek Bridge / Overland Drive Extension to Diaz Road	165-602	2,828,440	17,629	144,262	161,891	6%
Abbott Corporation Roadway Improvements	165-620	750,000	-	-	-	0%
Medians and Parkway Citywide	165-622	143,000	-	-	-	0%
Pavement Rehabilitation Program - Winchester Road	165-650	1,529,952	-	-	-	0%
Pavement Rehabilitation Program - Citywide	165-655	5,820,845	150,169	255,826	405,995	7%
Western Bypass Bridge Over Murrieta Creek	165-660	103,859	835	28,133	28,968	28%
Interstate-15 / State Route 79 South Ultimate Interchange	165-662	16,888,313	52,972	99,610	152,582	1%
Flashing Beacons & Speed Advisory Signs	165-670	17,523	-	-	-	0%
Traffic Signal Equipment Replacement Program-Citywide	165-680	187,422	7,043	28,923	35,966	19%
Traffic Signal Installation-Citywide	165-682	309,598	8,861	-	8,861	3%
City Facilities Rehabilitation	165-701	249,367	27,065	69,570	96,635	39%
Bike Lane and Trail Program	165-703	442,746	9,863	18,868	28,731	6%
Medians & Ornamental Pedestrian Barriers- Citywide	165-704	10,100	-	-	-	0%
Citywide Sidewalks	165-708	167,262	-	107	107	0%

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

CAPITAL IMPROVEMENT PROJECTS FUND *(continued)*

for the 1st Quarter Ended September 30, 2015

	Account Number	Annual Amended Budget	Year-to-Date Activity	Encumbrances	Total Activity	Percentage of Budget
EXPENDITURES - <i>cont'd</i>:						
Citywide Surveillance Cameras	165-711	804,000	-	-	-	0%
Consolidate Update Evaluation Disable	165-713	350,000	-	-	-	0%
Pauba Sidewalk	165-714	2,957	-	2,958	2,958	100%
Citywide Storm Drain Improvements	165-715	276,131	12,072	322	12,394	4%
French Valley Pkwy/I-15 Over-Crossing and Improvements- Phase I	165-719	597,945	26,348	401,299	427,647	72%
Butterfield Stage Road Extension	165-723	12,688,256	-	749	749	0%
French Valley Pkwy/I-15 Over-Crossing and Improvements- Phase II	165-726	4,912,624	41,892	2,163,389	2,205,281	45%
Murrieta Creek Improvements	165-735	58,200	13,851	24,070	37,921	65%
Santa Gertrudis Creek Pedestrian Bicycle Trail Extension Interconnect	165-739	147,921	-	-	-	0.0%
Main Street Bridge Over Murrieta Creek Replacement	165-743	357,295	514	1,295	1,809	1%
Temecula Park and Ride	165-747	2,247,134	35,690	4,719	40,409	2%
Old Town Civic Center	165-751	62,495	22,525	39,970	62,495	100%
Fire Station Roripaugh- Phase II	165-753	11,337	-	-	-	0%
TCC Renovation	165-754	8,168	-	8,168	8,168	100%
Theater Remediation	165-756	1,739,305	922,283	714,021	1,636,304	94%
Fire Station 73 Living Quarters Upgrade	165-757	995,841	335,077	620,610	955,687	96%
YMCA Repair and Remediation	165-759	1,166,803	19,185	44,094	63,279	5%
Developer Reimbursements	165-763	1,567,164	-	-	-	0%
City Hall Exterior LED Lighting	165-764	67,482	9,631	-	9,631	14%
EOC Emergency Operations Center Improvements	165-765	41,000	-	-	-	0%
Old Town Sidewalks	165-766	360,000	-	-	-	0%
Theater LED Lighting	165-767	30,600	30,356	-	30,356	99%

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

CAPITAL IMPROVEMENT PROJECTS FUND *(continued)*

for the 1st Quarter Ended September 30, 2015

	Account Number	Annual Amended Budget	Year-to-Date Activity	Encumbrances	Total Activity	Percentage of Budget
EXPENDITURES - cont'd:						
Patricia Birdsall Synthetic Turf Replacement	190-119	375,000	-	-	-	0%
Playground Equipment Enhancement and Safety Surfacing	190-120	615,067	-	-	-	0%
Teen Center	190-122	2,642	1,112	1,529	2,641	100%
Children's Museum Enhancement	190-125	83,860	-	-	-	0%
Flood Control Channel Reconstruction	190-127	569,526	20,547	222,790	243,337	43%
Special Needs Playground	190-129	38,800	16,823	38,800	55,623	143%
Parks Improvement Program	190-130	239,871	138,500	-	138,500	58%
Sam Hicks Monument Park Playground Enhancement	190-132	468,388	38,269	238,159	276,428	59%
Senior Citizen Outdoor Fitness Lot	190-133	8,063	-	-	-	0%
Library Parking- Phase II	190-153	2,204,638	11,429	25,623	37,052	2%
Ronald Reagan Sports Park Channel Silt Removal and Desilting Pond	190-187	128,105	11,970	53,166	65,136	51%
TOTAL EXPENDITURES		<u>62,998,970</u>	<u>1,991,372</u>	<u>5,385,150</u>	<u>7,376,522</u>	12% (1)
Revenues Over/(Under) Expenditures and Other Financing Sources/(Uses)		<u>(11,667,023)</u>	<u>(310,116)</u>			
Beginning Fund Balance as of 7/01/2015		<u>7,404,655</u>	<u>7,404,655</u>			
Ending Fund Balance as of 9/30/2015		<u>\$ (4,262,368)</u>	<u>\$ 7,094,539</u>			(2)

Notes:

(1) The variance is primarily due to the timing of project expenditures and revenues differing from that anticipated in the budget.

(2) The deficit balance in the Budget column is primarily attributed to several Capital Improvement Projects that are included in the current fiscal year budget that will be funded with future DIF revenues.

CITY OF TEMECULA

STATEMENT OF REVENUES, EXPENDITURES, and CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

2011 FINANCING LEASE CIVIC CENTER AND CRC

for the 1st Quarter Ended September 30, 2015

	Annual Amended Budget	Total Activity	Percentage of Budget
REVENUES:			
2011 Financing Lease Revenues	\$ 2,137,366	\$ 533,995	25%
TOTAL REVENUES	<u>2,137,366</u>	<u>533,995</u>	25%
EXPENDITURES:			
Debt Service Principal	1,291,000	318,000	25%
Debt Service Interest	<u>846,366</u>	<u>215,995</u>	26%
TOTAL EXPENDITURES	<u>2,137,366</u>	<u>533,995</u>	25%
Revenues Over/(Under) Expenditures	-	-	
Beginning Fund Balance as of 7/01/2015	<u>-</u>	<u>-</u>	
Ending Fund Balance as of 9/30/2015	<u>\$ -</u>	<u>\$ -</u>	

CITY OF TEMECULA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
as of September 30, 2015

	Insurance Fund	Workers' Compensation Fund	Vehicles and Equipment Fund	Information Technology Fund	Technology Replacement Fund	Support Services Fund	Facilities Fund	TOTAL
ASSETS:								
Cash and Investments	\$ 258,472	\$ 273,593	\$ 1,606,436	\$ 188,319	\$ 794,555	\$ 470,228	\$ 580,596	\$ 4,172,199
Receivables	1,590	429	4,054	3,821	1,318	1,725	888	13,825
Prepaid Assets	434,032	-	-	-	-	-	-	434,032
Property, Plant, and Equipment (net of accumulated depreciation)	-	-	300,831	-	456,844	122,938	-	880,613
TOTAL ASSETS	694,094	274,022	1,911,321	192,140	1,252,717	594,891	581,484	5,500,669
LIABILITIES AND NET POSITION								
LIABILITIES:								
Current Liabilities	403,036	-	-	153,918	24,769	52,220	117,032	750,975
Capital Leases Payable	-	-	-	-	-	87,802	-	87,802
TOTAL LIABILITIES	403,036	-	-	153,918	24,769	140,022	117,032	838,777
NET POSITION:								
TOTAL NET POSITION	\$ 291,058	\$ 274,022	\$ 1,911,321	\$ 38,222	\$ 1,227,948	\$ 454,869	\$ 464,452	\$ 4,661,892

NOTE: Balances are unaudited

CITY OF TEMECULA

COMBINING STATEMENT OF REVENUES, EXPENSES, and CHANGES IN NET POSITION

INTERNAL SERVICE FUNDS for the 1st Quarter Ended September 30, 2015

	Insurance Fund	Workers' Compensation Fund	Vehicles and Equipment Fund	Information Technology Fund	Technology Replacement Fund	Support Services Fund	Facilities Fund	TOTAL
REVENUES:								
Investment Interest	\$ 526	\$ 364	\$ 2,898	\$ 320	\$ 904	\$ 799	\$ 691	\$ 6,502
Transfer In	-	62,500	-	-	-	-	-	62,500
Charges for Services	233,951	-	37,122	480,166	47,769	116,854	336,597	1,252,459
TOTAL REVENUES	234,477	62,864	40,020	480,486	48,673	117,653	337,288	1,321,461
EXPENSES:								
Salaries and Wages	23,639	-	-	322,423	-	79,104	118,306	543,472
Operating Expenses	200,139	18,024	-	158,063	-	24,482	218,982	619,690
Interest	-	-	-	-	-	10,316	-	10,316
Depreciation	-	-	36,382	-	48,673	3,751	-	88,806
TOTAL EXPENSES	223,778	18,024	36,382	480,486	48,673	117,653	337,288	1,262,284
Revenues Over/(Under) Expenses	10,699	44,840	3,638	-	-	-	-	59,177
Net Position as of 7/01/2015	280,359	229,182	1,907,683	38,222	1,227,948	454,869	464,452	4,602,715
Net Position as of 9/30/2015	\$ 291,058	\$ 274,022	\$ 1,911,321	\$ 38,222	\$ 1,227,948	\$ 454,869	\$ 464,452	\$ 4,661,892

CITY OF TEMECULA

STATEMENT OF NET POSITION - Fiduciary Fund CALIFORNIA EMPLOYEE RETIREE BENEFIT TRUST (CERBT) FUND as of September 30, 2015

CERBT FUND

ASSETS:

Cash and Investments	\$ 5,284,474
TOTAL ASSETS	<u>5,284,474</u>

LIABILITIES:

Accounts Payable	
TOTAL LIABILITIES	<u>-</u>

NET POSITION:	<u>5,284,474</u>
Held in Trust for Retiree Benefits	<u>5,284,474</u>
TOTAL NET POSITION	<u>\$ 5,284,474</u>

NOTE: Balances are unaudited

CITY OF TEMECULA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - Fiduciary Fund

CALIFORNIA EMPLOYEE RETIREE BENEFIT TRUST FUND

for the 1st Quarter Ended September 30, 2015

CERBT FUND

ADDITIONS

CONTRIBUTIONS:

Employer	\$	110,207
Investment Earnings		<u>(329,313)</u>
TOTAL CONTRIBUTIONS		<u>(219,106)</u>

DEDUCTIONS:

Benefits		<u>116,057</u>
TOTAL DEDUCTIONS		<u>116,057</u>

TOTAL ADDITIONS -

Net Position as of 7/1/2015 5,619,637

Net Position as of 9/30/2015 \$ 5,284,474

RESOLUTION NO. 15-

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY
OF TEMECULA ESTABLISHING A SPECIAL REVENUE
FUND FOR THE COLLECTION OF PUBLIC, EDUCATION
AND GOVERNMENT (PEG) FEES**

THE CITY COUNCIL OF THE CITY OF TEMECULA DOES HEREBY RESOLVE
AS FOLLOWS:

Section 1. Pursuant to Public Utilities Code Section 5870(n), a local entity may, by ordinance, establish a fee to support PEG channel facilities consistent with federal law.

Section 2. The City of Temecula adopted such ordinance in 2007, which is reflected in Temecula Municipal Code Section 5.12.200.

Section 3. The City Council hereby approves the establishment of a special revenue fund for the purpose of recording fees remitted by the City's two cable franchisees, Time Warner Cable and Verizon.

Section 4. The special revenue fund is hereby named the "Public, Education and Government (PEG) Fees Fund" hereinafter "the Fund"). The Fund shall be maintained in the Treasury of the City of Temecula by the Director of Finance.

Section 5. Public, Education and Government fees are collected for the sole purpose of supporting public, educational and governmental access facilities and activities within the City.

Section 6. The City Clerk shall certify to the adoption of this Resolution.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Temecula this 8th day of December, 2015.

Jeff Comerchero, Mayor

ATTEST:

Randi Johl, City Clerk

[SEAL]

STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE) ss
CITY OF TEMECULA)

I, Randi Johl, City Clerk of the City of Temecula, do hereby certify that the foregoing Resolution No. 15- was duly and regularly adopted by the City Council of the City of Temecula at a meeting thereof held on the 8th day of December, 2015, by the following vote:

AYES: COUNCIL MEMBERS:

NOES: COUNCIL MEMBERS:

ABSTAIN: COUNCIL MEMBERS:

ABSENT: COUNCIL MEMBERS:

Randi Johl, City Clerk